



## State of Utah

### Department of Natural Resources

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas & Mining

JOHN R. BAZA  
Division Director

JON M. HUNTSMAN, JR.  
Governor

GARY R. HERBERT  
Lieutenant Governor

August 26, 2005

George Young  
Palladon Iron Corporation  
2681 Parleys Way, Suite 204  
Salt Lake City, Utah 84109

Subject: **Second Notice - Delinquent Permit Fees - Further Mining is Suspended**

Dear Mr. Young:

The Division has not received the annual permit fee payment(s) for the 2005 fiscal year, which were due on or before July 29, 2005 (see R647-2-101.6, R647-3-1-1.7, and R647-4-101.5). Non-payment of permit fees is a violation of the Minerals Regulatory Program and suspends an operator's authorization to conduct exploration or mining operations. **YOUR AUTHORIZATION TO CONDUCT EXPLORATION OR MINING ACTIVITIES IS SUSPENDED, UNTIL THIS BILLING REQUIREMENT IS RESOLVED.** Permit fees are required until the site has been fully released in writing by the Division.

We have enclosed a "Delinquency Notice" billing statement along with this letter. Please return the bottom portion of your billing statement to ensure the payment is posted to the correct account. Operations may resume upon our receipt of the required fees. *If you have already sent in your payment, please accept our thanks and disregard this notice.*

The Division will allow you until September 9, 2005 to pay the delinquent permit fees before issuing a Notice of Violation for non-payment, which will carry a fine and penalty. Continuing mining activities before the fee is paid will result in a Cessation Order which carries a separate fine and penalty. Please be advised that fines and penalties are assessed for each separate violation.

We hope to avoid taking any enforcement action regarding the fee payments. Please: 1) submit your payment by September 9, 2005; 2) check the box, **if the site is fully reclaimed and revegetated**, thereby requesting a site inspection to close the file; or 3) contact me immediately at (801) 538-5358 or Joelle Burns at (801) 538-5291.

Sincerely,

*Dawn R. Haddock*

*for* Susan M. White  
Mining Program Coordinator  
Minerals Regulatory Program

SMW:jb  
Enclosure: Delinquency Notice  
O:\FEES\fees - 2005\fees-unpaid-susp-template.doc





JON M. HUNTSMAN JR.  
Governor  
MICHAEL R. STYLER  
Executive Director  
JOHN R. BAZA  
Division Director

# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
801-538-5340  
801-359-3940 (Fax)  
801-538-7223 (TDD)

PALLADON IRON CORP  
2681 PARLEYS WAY STE 204  
SALT LAKE CITY UT 84109

ATTENTION: GEORGE YOUNG

## DELINQUENCY NOTICE

Annual Permit Fees (July 2004 thru June 2005)

PROJECT NAME	PROJECT ID	ACRES	BILLING DATE
IRON MOUNTAIN	M210008	417	06/28/2005
PERMIT TYPE	PROJECT STATUS	ANNUAL FEE	
LARGE MINING OPERATION > 50 ACRES	INACTIVE	\$1,000	

DUE DATE	AMOUNT DUE
09/09/2005	\$1,000

**Please see enclosed instructions for payment.**

*Please retain this portion for your records. For billing information call (801) 538-5291*

***This portion MUST be returned with your payment to ensure proper credit. THANK YOU***

ACCOUNT BILLED
PALLADON IRON CORP

PROJECT NAME
IRON MOUNTAIN

PROJECT ID
M210008

DUE DATE	ANNUAL FEE	AMOUNT DUE
09/09/2005	\$1,000	\$1,000

TAX ID OR SOCIAL SECURITY #

☐ **FEE NOT ENCLOSED**  
Permittee requests  
an inspection to close  
out this permit.

**Change of Address**

Contact \_\_\_\_\_

Address \_\_\_\_\_

E-mail address \_\_\_\_\_

State \_\_\_\_\_ Zip \_\_\_\_\_

Phone \_\_\_\_\_

DIVISION OF OIL GAS AND MINING  
1594 WEST NORTH TEMPLE SUITE 1210  
PO BOX 145801  
SALT LAKE CITY UT 84114-5801

**Please make check payable to:**  
**Division of Oil, Gas and Mining**